

**THE AMERICAN HOME LIFE INSURANCE COMPANY [OF KANSAS]**

[400 Kansas Avenue, P.O. Box 1497  
Topeka, Kansas 66601]

A Mutual Company

**Whole Life**

**This is a Legal Contract – Please read it carefully**

THE AMERICAN HOME LIFE INSURANCE COMPANY [OF KANSAS] agrees to pay the death benefit to the Beneficiary, subject to the conditions and provisions of this policy. Payment will be made when proof of the Insured's death is received at the Company's Home Office in [Topeka, Kansas]. This policy may have to be returned.

The policy is issued in consideration of the application and the payment of premium.

**NOTICE OF 30 DAY RIGHT TO EXAMINE  
RIGHT TO CANCEL**

This policy may be canceled by delivering or sending a written notice to THE AMERICAN HOME LIFE INSURANCE COMPANY [OF KANSAS], [P.O. Box 1497, Topeka, Kansas 66601] or to the insurance agent through whom it was effected, and by returning the policy before midnight of the thirtieth day after the date the policy is delivered. Notice given by mail and return of the policy by mail are effective on being postmarked, properly addressed and postage prepaid. The Company must return all payments made for this policy within thirty days after it receives notice of cancellation and the returned policy. The policy will be considered void from the beginning.

**COMPLAINT NOTICE**

To obtain information or to make further inquiries regarding this policy, you may call the Company's toll-free number (800) 876-0199. You may write to the Company at its Home Office address: THE AMERICAN HOME LIFE INSURANCE COMPANY [OF KANSAS,] Attention: Policyowners Service, [P.O. Box 1497, Topeka, Kansas 66601]. You may also contact us through our website at [www.amhomelife.com](http://www.amhomelife.com). You may also contact The [KANSAS Insurance Department] at [(800) 432-2484.]

Signed for the Company at [Topeka, Kansas] on the issue date.

[

  
Secretary

  
President ]

**WHOLE LIFE**

Insurance Payable at Death  
Premiums Payable for the Period Shown on Page 3  
or Until Prior Death  
Participating

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## SCHEDULE OF BENEFITS

BENEFIT		PREMIUM	PAYABLE TO
Death Benefit:	[\$10,000.00]	[\$489.80]	[08/22/2092]
Other Benefits:	[ABR-1] [\$10,000][UNITS]	[NONE]	[08/22/2068]

Total Annual Premium: [\$489.80]

*Policy Fee Included In Total Annual Premium:* [\$120.00]

## SCHEDULE OF PREMIUMS

These premiums include the premiums for any benefits provided by rider. When the premium for any benefit changes or ceases to be payable, as shown in the Schedule of Benefits, these premiums change accordingly. For all frequency intervals other than Annual, a processing fee has been added to the premium amount.

Premiums Due	Frequency Of Premium Payment			
Beginning On:	Annual	Semi-Annual	Quarterly	MA
[08/22/2020]	[\$489.80]	[\$254.70]	[\$129.80]	[\$42.86]

## POLICY SPECIFICATIONS

Policy Number: [0000110]

Policy Date: [08/22/2021]

Maturity Date: [08/22/2092]

Insured: [JOHN DOE]

Age of Insured  
Nearest Birthday: [50]  
Sex: [MALE]

Premium Class: [STANDARD  
NON SMOKER]

Death Benefit: [\$10,000.00]

Annual Premium: [\$489.80]

Policy Description: WHOLE LIFE  
[FINAL EXPENSE LEVEL PAYMENT]

Owner: [JOHN DOE]

*Dividends are not expected to be paid on this policy.*

## TABLE OF POLICY VALUES – WHOLE LIFE

The figures shown below are based on the following assumptions:

1. There is no indebtedness against the policy; and
2. All premiums due have been paid; and
3. There is no paid-up additional insurance or dividend accumulations

### AGE 50

#### GUARANTEED VALUES PER \$1,000 OF BASIC INSURANCE AMOUNT

END OF YEAR	CASH VALUE	PAID UP INSURANCE
[1	\$0.00	\$0
2	\$0.00	\$1
3	\$15.64	\$47
4	\$31.64	\$91
5	\$48.03	\$134
6	\$64.85	\$176
7	\$82.15	\$216
8	\$99.94	\$254
9	\$118.27	\$292
10	\$137.11	\$328
11	\$156.46	\$363
12	\$176.23	\$396
13	\$196.39	\$428
14	\$216.91	\$459
15	\$237.77	\$489
16	\$258.99	\$517
17	\$280.57	\$545
18	\$302.51	\$571
19	\$324.81	\$596
20	\$347.44	\$620
55	\$892.37	\$643
60	\$913.75	\$971
65	\$931.76	\$977]

The mortality table used in the above values is the Commissioners' 2017 Standard Ordinary [MALE NON SMOKER] Mortality Table. For all values, the interest rate is [3.75]% compounded annually using curtate functions. The age of the Insured is as of the birthday nearest the Policy Date.

## SUMMARY OF POLICY BENEFITS

### BENEFITS

This policy provides certain rights, which may be exercised by the Owner during the Insured's lifetime. These include the right to:

- Change the beneficiary
- Change the contingent owner
- Obtain dividend credits
- Obtain cash by loan or surrender

The exercise of these rights is subject to the terms and conditions of this policy.

### INTEREST ON DEATH BENEFITS

Interest shall accrue and be payable from the date of death at the rate set forth in this policy at Settlement Option - Interest Rate.

Additional interest shall also accrue at a rate of 10% annually beginning with the date that is 31 calendar days from the latest of the following dates to the date the claim is paid:

- The date that due proof of death is received by the Company. Due proof of death will consist of a certified copy of the death certificate of the Insured, or other lawful evidence providing equivalent information, and proof of claimant's interest in the proceeds;
- The date the Company receives sufficient information to determine its liability, the extent of the liability, and the appropriate payee legally entitled to the proceeds, or;

- The date that legal impediments to payment of proceeds that depend on the action of parties other than the Company are resolved and sufficient evidence of the same is provided to the Company.

### DEATH BENEFITS

This policy pays death benefits to the beneficiary. The amount payable is the total of the following amounts determined on the date of the Insured's death:

The Death Benefit of this policy as shown in the Schedule of Benefits,

PLUS	Interest from date of death to date of payment at the rate then used by the Company;
PLUS	Any additional interest due;
PLUS	Any dividends due but unpaid;
PLUS	Any additional insurance bought with dividends;
PLUS	Any dividend accumulations;
PLUS	Any additional insurance on the Insured's life provided by rider;
PLUS	Any part of a premium which pays beyond the date of death will be returned;
MINUS	Any indebtedness on the policy;
MINUS	Any part of any unpaid premium to the date of death if death occurs during the grace period.

**PLEASE READ THIS POLICY FOR FULL DETAILS**

## **GENERAL PROVISIONS AND EXCLUSIONS**

### **THE CONTRACT**

The entire contract consists of this policy, including any endorsements, and the attached application, and any application for reinstatement. In issuing or reinstating this policy, the Company has relied upon the statements made in the application and the application for reinstatement, if any. These statements are representations and not warranties, except in the case of fraud. The Company will not use any statement to void this policy or to defend against a claim under it, unless the statement is contained in the attached written application or application for reinstatement, if any. Policy years are measured from the Policy Date. The only way this contract may be modified is by a written agreement signed by the president, a vice president, or the secretary of the Company. The Company may require that the policy be submitted for endorsement to show any change. No agent has authority to change the policy or to waive any of its provisions.

### **SUICIDE**

If the Insured dies by suicide within 2 years from the Policy Date, the policy proceeds will be limited to the premiums paid, reduced by the amount of any dividends paid in cash, any dividends applied in reduction of premium, and any policy debt.

### **CHANGE OF PLAN**

The Owner may want to change this policy to another amount or plan. If so, this can be done subject to the Company's rules at the time.

### **MISSTATEMENT OF AGE OR SEX**

The age or sex of the Insured may be misstated. If so, the Company has the right to correct the amount of benefits payable. The Company will pay the amount the premiums paid would have bought for the correct age and sex even if the correct age is outside the issue age range for this policy.

### **INCONTESTABILITY**

Except for nonpayment of premiums, the Company cannot deny a claim unless:

1. Death happens within 2 years after the Policy Date; and
2. An answer in the application was not true or complete; and
3. If the Company had known the truth, it would not have issued the policy or would not have issued the policy in as large an amount, or at the same premium.

This section does not apply to riders providing accidental death or disability benefits.

### **TERMINATION OF POLICY**

This policy will terminate on the earliest of the following dates or events:

1. On the Maturity Date shown in the Policy Specifications, at which time the Death Benefits as specified in the Death Benefits paragraph of this policy will be paid to the Owner; or
2. when the entire cash value of this policy has been surrendered; or
3. if the Policy Loan Balance exceeds the Cash Value, this policy will terminate 31 days after the notice of such termination has been mailed to the Owner at the last known address and to that of any collateral assignee of record; or
4. upon written request of the Owner, when this policy is returned to the Company.

## **GENERAL PROVISIONS AND EXCLUSIONS**

(Continued)

### **CONFORMITY WITH IIPRC STANDARDS**

This policy was approved under the authority of the Interstate Insurance Product Regulation Commission (IIPRC) and issued under the IIPRC standards. Any provision of this policy that on the provision's effective date is in conflict with applicable IIPRC standards for this product type

in effect as of the provision's effective date of IIPRC policy approval is hereby amended to conform to the applicable IIPRC standards in effect as of the provision's effective date of IIPRC policy approval.

### **RIGHTS OF OWNER AND BENEFICIARY**

#### **RIGHTS OF OWNER**

The Owner on the Policy Date is shown in the policy specifications. Unless changed by beneficiary designation or assignment, the Owner, if living (or the contingent owner if the Owner is not living) has all rights in this policy while the Insured lives.

A change of Owner or contingent owner may be made at any time. It must be done on the Company's form. The form must be signed by the current Owner and sent to the Company. The Company will record the change. The change will take effect when the form is signed, unless otherwise specified by the Owner.

The contingent owner will become the Owner of the policy upon the death of the Owner. Once the Company is provided a death certificate for the Owner, change of ownership will be recorded effective as of the date of the Owner's death.

#### **ASSIGNMENT**

The Owner may assign the ownership of this policy. No policy assignment will be binding on the Company unless it is in writing in a form satisfactory to the Company and received and recorded by the Company at its Home Office. The assignment will then be effective, unless otherwise specified by the Owner, as of the date it was signed, subject to any payment or other action by the Company before recording. The Company is not responsible for the validity, effect or sufficiency of an assignment.

#### **BENEFICIARY**

The beneficiary named in the application will receive the death benefit upon the Insured's death unless the Owner has changed the beneficiary designation. The Owner may change any designation, while the Insured is living, by written notice provided to the Company. To be effective, such written notice must include the full name and address of the new beneficiary and be signed and dated by the current Owner. After being recorded by the Company, unless otherwise specified by the Owner, the change will take effect as of the date the notice was signed, subject to any payment or other action taken by the Company before recording. If any beneficiary dies before the Insured, that interest will pass to any other beneficiaries according to their respective interests. If no beneficiary survives the Insured, the proceeds will be paid in one sum to the Owner, if living. If the Owner is not living and no beneficiary survives the Insured, the proceeds will be paid in one sum to the contingent owner, if living; otherwise, to the Owner's estate.

## **PREMIUMS**

### **PREMIUMS**

This policy is issued in consideration of the application and the first premium payment. Premiums are due and payable in advance while the Insured is alive. The amount and frequency of premium payments are shown in the Schedule of Premiums. All premiums are payable at the Home Office in Topeka, Kansas, or to an agent of the Company upon delivery of a receipt signed by one or more officers of the Company.

The premium for any rider which provides additional benefits is set forth on Page 3 and is included in the premium for the policy. Premiums may be paid annually, semi-annually, quarterly, or by monthly bank draft. The Owner may change the frequency of premium payments subject to Company rules. A written request must be filed at the Home Office in a form satisfactory to the Company.

### **GRACE PERIOD**

If a premium is not paid when due, there is a grace period of 31 days. The policy will stay in force during the grace period. Any payments sent by the U.S. Mail shall be postmarked within the grace period. If the premium is not paid within the grace period, the policy will lapse. If the policy does lapse, all insurance will stop unless there is a surrender value.

Surrender value may be used to keep some insurance in force under one of the lapse options.

### **REINSTATEMENT**

The Owner may, upon written request, reinstate this policy within 5 years from the date of the first unpaid premium. The policy may not be reinstated if it was surrendered for cash.

The requirements for reinstatement are:

1. The Insured is alive;
2. Evidence of insurability acceptable to the Company must be submitted;
3. All premiums due and unpaid plus interest compounded on each policy anniversary at a rate of 6.00% per year must be paid; and
4. Any indebtedness that existed when the policy lapsed must be repaid or the loan reinstated. Interest will begin on the date of reinstatement.

The effective date of reinstatement will be the date the application for reinstatement is approved. Statements made in the application for reinstatement shall become incontestable after 2 years from the effective date of reinstatement. The contestable period is based only on statements in the reinstatement application; unless the original contestable period has not yet expired. Such contest shall be subject to the considerations set forth with respect to contestability after original issuance of the policy.

If the insured dies by suicide within 2 years from the effective date of reinstatement, the policy proceeds will be limited to the premiums paid since the date of reinstatement, reduced by the amount of any dividends paid in cash, any dividends applied in reduction of premiums, and any policy debt.



## DIVIDENDS

While this policy is in force, it is eligible to receive dividends. The amount, if any, will be set each year by the Company. Dividends, if any, are payable at the end of each policy year if premiums for the year are paid in full.

The Owner may select one of the options below. The Owner may change the option by written request.

If no dividend option is selected, option C will be automatic.

- |          |  |
|----------|--|
| OPTION A | Paid in cash.  |
| OPTION B | Applied to reduce premiums.  |
| OPTION C | Applied to buy additional insurance.   |
| OPTION D | Accumulate at interest. The rate of interest will be determined from time to time by the Company but will not be less than 2½% per year. |

## POLICY LOANS

### LOANS

The Owner may borrow up to the surrender value. The surrender value of the policy is the only security we need for such a loan, but the Company can wait up to 6 months to pay. The Company will deduct interest in advance to the next policy anniversary date. Interest is payable each year in advance on the policy anniversary date. A loan may be paid back in full or in part at any time.

If interest is not paid by 31 days after it is due, the Company will loan it, too. If there is not enough surrender value to make the loan, the Company will write the Owner and give 31 days to pay. If it is still not paid, the policy will lapse subject to the Lapse Options.

The interest rate will vary. It is an effective annual rate, paid in advance. The Company will use these rules:

- The rate will be set on each anniversary date
- The rate will be whichever is higher, but not more than the highest legal rate:
  - The interest rate used to figure surrender values plus 1%; or
  - The Published Monthly Average for the calendar month ending 2 months before the anniversary date. The Published Monthly Average is determined by using:

1. The Monthly Average of the Composite Yield on Seasoned Corporate Bonds as published by Moody's Investors Service, Inc. or any successor to that Service; or
2. If that Monthly Average is no longer published, a substantially similar average legally set by the supervisory official of the state where the application was signed.

- The Company will change the rate only if the specified Published Monthly Average has changed at least  $\frac{1}{2}\%$  from our last interest rate.

### AUTOMATIC PREMIUM LOAN

When a premium is unpaid on the last day of the grace period, the Company will make a policy loan to pay the premiums if it can. The loan will be for the premium plus any interest due on previous loans. The Owner has to first request this service.

The Owner may cancel the automatic premium loan provision at any time by notifying the Company in writing.

If the surrender value is not enough to loan the full premium due, the Company may lend the next smaller amount. If there is not enough to loan a quarterly premium, the policy will end subject to the Lapse Options.

## SURRENDER VALUE AND LAPSE OPTIONS

### SURRENDER VALUE

The surrender value is:

The cash value amount for the policy anniversary preceding the date of surrender shown in the Table of Policy Values;

PLUS: Any dividends left with the Company;

PLUS: The cash value of any dividend additions;

PLUS: Any additions to the cash value amount since the preceding policy anniversary;

MINUS: Any policy loan amount.

The Owner may surrender the policy for the surrender value at any time.

### LAPSE OPTIONS

If the policy has a surrender value and a premium is not paid at the end of the grace period, then the Owner has 2 options. A choice must be made within 60 days after the premium was due.

The Options are:

- Cash Surrender. The surrender value is paid to the Owner and the insurance coverage ends. The Company can wait up to 6 months to pay.

- Paid-Up Insurance. The Company will take the surrender value and use it to buy paid-up permanent insurance of the same kind as this policy. This option is automatic unless the Owner requests Cash Surrender.

Paid-up insurance can be surrendered for its cash value at any time. If this is done within 30 days after any policy date, the cash value will be the same as it was on that anniversary date.

The surrender value and paid up insurance available hereunder in the event of default in premium payment due at any time other than on a policy anniversary date, shall be calculated with allowance for lapse of time and the payment of fractional premiums from the last preceding policy anniversary.

### COMPUTATIONS

All cash values and lapse options in this policy are figured on:

- The mortality tables stated in the Table of Policy Values; with
- The interest rate stated in the Table of Policy Values.

All of the policy values are the same or more than the minimums required by the NAIC Standard Nonforfeiture Law for Life Insurance, model #808 for all years. The Company has filed a detailed statement about this with the IIPRC. It shows the figures and methods used.

## SETTLEMENT OPTIONS PROVISIONS

**Settlement Options** - The benefit can be paid:

In one lump sum; or  
In any way the Company agrees.

Before the Insured dies, the Owner can choose how the benefits are to be paid. After the Insured dies, the beneficiary can choose the way unless the Company is told otherwise in writing by the Owner.

Once payments have started, the election of Settlement Options 1 through 2 shall be final.

Settlement Options are available only with the Company's consent if: (a) this policy is assigned; or (b) the payee is a trust, corporation or any other legally recognized entity other than a natural person.

All payments are subject to the Company's amount limits. If the Company changes the limits, the Company may change the amount and interval of payments to comply with the new limits.

Any annuity benefit at the time of its commencement under any Settlement Option will not be less than the benefit that would be provided by the application of the proceeds to purchase a single consideration immediate annuity contract at purchase rates offered by the Company at the time to the same class of annuitants.

### **Option 1 – Proceeds Held At Interest Only:**

The Company will hold the proceeds as principal, making interest payments annually, semiannually, quarterly or monthly, for a period of not less than five (5) years and no more than twenty (20) years, as elected. Payments under this Settlement Option will begin at the end of the first elected interest period following such date.

**Option 2 – Other Forms of Payment:** Benefits can be provided under any other Settlement Option not described in this section, subject to The Company's agreement and any applicable federal or state law, rule, or regulation.

**Interest Rate:** The guaranteed interest rate for all Settlement Options is compounded daily to produce an annual effective rate of 1%. The Company may declare and pay current interest higher than the guaranteed rate at any time.

**The American Home Life Insurance Company [of Kansas]**  
**Home Office**  
[400 Kansas Avenue, P.O. Box 1497, Topeka, Kansas 66601]

**NOTICE**

If there are any questions about this policy or if anyone seeks to replace this policy, please contact an American Home Life agent or the Home Office of the Company. All inquiries should be in writing, stating the policy number.

**WHOLE LIFE**

Insurance Payable at Death  
Premiums Payable for the Period Shown on Page 3  
or Until Prior Death  
Participating

## ACCELERATED DEATH BENEFIT RIDER

INSURED: JOHN DOE

POLICY NUMBER: 0000104

AGE AT ISSUE: 50

RIDER DATE: 5/13/2015

**THE AMERICAN HOME LIFE INSURANCE COMPANY** will pay to the Owner the Accelerated Benefit described in this rider form. The benefit will be paid if the Insured has a Qualifying Event, subject to the provisions of this rider, and upon written request for payment of the benefit.

### NOTICE

Death benefits, cash values, loan values and premium payments will be reduced if an Accelerated Benefit is paid. An acceleration of life insurance benefits under this rider may or may not qualify for favorable tax treatment under the Internal Revenue Code of 1986, section 101(g). Qualification for favorable tax treatment will depend on factors such as the Insured's life expectancy at the time benefits are accelerated or use of benefits for necessary long-term care expenses. If the acceleration of life insurance benefits qualifies for favorable tax treatment, the benefits will be excludable from the Owner's income and not subject to federal taxation. Tax laws relating to acceleration of life insurance benefits are complex. Consult a qualified tax advisor to assess the tax consequences of accelerated benefits.

Receipt of accelerated benefits may affect eligibility for public assistance programs such as medical assistance (Medicaid), Aid to Families with Dependent Children (AFDC), supplementary social security income (SSI) and drug assistance programs. Consult a qualified tax advisor and social service agencies concerning how receipt of accelerated benefits will affect eligibility for public assistance.

**THIS RIDER DOES NOT PROVIDE COVERAGE PRIMARILY FOR CONFINEMENT TO A NURSING HOME.**

### PROVISIONS

#### CONSIDERATION

This rider is issued in consideration of the application. This rider is attached to and made a part of this policy. Unless changed by this rider, all provisions, exclusions, and limitations of the policy remain the same and apply to this rider.

#### RENEWABILITY

We will not cancel this rider. Unless the owner requests termination, it will remain in force as long as the base policy remains in force.

#### PREMIUM

There is no premium charged for this rider.

#### REINSTATEMENT

If the base policy is reinstated, the rider will also be reinstated, if a benefit has not been paid under this rider.

## **PROVISIONS (Continuation)**

### **INCONTESTABILITY**

Except for nonpayment of premiums on the base policy, the Company cannot deny a claim under this rider unless:

1. A Claimant's statement is received within 2 years after the Policy Date; and
2. An answer in the policy application was not true or complete; and
3. If the Company had known the truth, it would not have issued the policy or this rider or would not have issued the policy or this rider in as large an amount, or at the same premium.

### **TERMINATION OF RIDER**

This rider terminates:

1. On the day we receive the Owner's written request for termination; or
2. upon termination of the base policy ; or
3. upon payment of the Accelerated Benefits equal to 100% of the Eligible Proceeds ; or
4. upon the death of the Insured.

Termination of this rider shall not affect the payment of benefits for any Qualifying Event that occurred while this rider was in force.

## **DEFINITIONS**

### **ACCELERATED BENEFIT**

The requested portion of the policy's Eligible Proceeds, less the adjustments and deductions explained in the Benefits section of the rider.

### **ADMINISTRATIVE EXPENSE FEE**

A fee of \$150 will be deducted for each approved claim under this rider.

### **ELIGIBLE PROCEEDS**

That portion of the policy's death benefit that can be paid out as an Accelerated Benefit. The amount shall be equal to 100% of the policy's death benefit at the time an Accelerated Benefit is requested. Eligible Proceeds do not include additional death benefits provided by rider or endorsement. In no event shall Eligible Proceeds be greater than \$35,000 nor less than \$1,000.

### **ELIGIBILITY**

To be eligible for the Accelerated Benefit, the Insured must have at least one Qualifying Event. No benefits will be paid if a Qualifying Event is the result of self-inflicted injuries.

### **NOTICE OF CLAIM**

Written notice to the company naming the Insured and telling us the amount of the benefit requested. The Claimant's Statement must be signed by the Owner. When the Claimant's statement is received, we will give the Owner and any irrevocable beneficiary a statement showing the effects of payment of the requested Accelerated Benefit on the policy's death benefit, cash values, loan amounts and policy premiums.

## DEFINITIONS (Continuation)

### QUALIFYING EVENTS

1. A diagnosis of a terminal illness of the Insured, or
2. A condition that is reasonably expected to require permanent confinement of the Insured in an institution.

### TERMINAL ILLNESS

A non-correctable medical condition that, with reasonable medical certainty, will result in the death of the Insured within 12 months from the date on which this benefit is requested.

### PERMANENT CONFINEMENT

Continuous confinement to an Institution. It must begin at least 90 days before the request for acceleration of benefits. Confinement must be expected to last until the Insured's death. This does not include any confinement resulting from self-inflicted injury. We will require a physician's written proof of permanent confinement.

An Institution means a facility licensed by the state in which it is located. It operates for the primary purpose of providing medical or nursing care (skilled, intermediate and custodial). The facility must:

1. Charge patients for the care provided;
2. provide the care on a continuing inpatient basis and under a doctor's plan of care;
3. supervise the care through a registered professional nurse who is on duty for at least eight (8) hours per day;
4. maintain medical records on each patient;
5. maintain control and records of medications dispensed; and
6. have a licensed medical practitioner available to furnish emergency medical care.

An Institution does not include any facility used primarily for the treatment of drug addiction or alcohol abuse, a home or facility used primarily for the treatment of mental diseases or disorders or educational care or a retirement home or an assisted living center.

An Institution does include a home or facility that is primarily used to provide care and treatment for Alzheimer's Disease and/or other organic brain disorders.

## BENEFITS

### DESCRIPTION

If at least one Qualifying Event occurs, the Owner may request to receive an Accelerated Benefit. This benefit may be requested more than once, subject to the minimum Eligible Proceeds. Eligible Proceeds will be reduced by Accelerated Benefits already paid. A request for an Accelerated Benefit must be in

writing and due to one of the following Qualifying Events;

1. A diagnosis of a terminal illness of the Insured as defined under *Terminal Illness*; or
2. permanent confinement of the Insured in an Institution as defined under *Permanent Confinement*.



## **BENEFITS (Continuation)**

### **ADJUSTMENTS AND DEDUCTIONS**

The Accelerated Benefit will be subject to the following adjustments and deductions:

1. An actuarial discount will be deducted from the requested portion of the Eligible Proceeds. This discount reflects the early payment of amounts held under the policy. It will be based on an annual interest rate (declared by us) and the then current premium, both of which are in effect as of the date the Claimant's Statement is received. The interest rate used shall be the current maximum adjustable policy loan interest rate permitted by law in effect on the date of request.
2. If there is a policy loan, the requested portion of the Eligible Proceeds will be reduced to repay a portion of the policy loan. The policy loan will be repaid up to the amount of the outstanding policy loan multiplied by the percentage of the policy death benefit that has been accelerated.
3. A deduction will be made for any premiums due within the policy's grace period but unpaid at the time the Accelerated Benefit is approved for payment.
4. A deduction will be made for an Administrative Expense Fee for each claim.

### **CONDITIONS FOR PAYMENT OF ACCELERATED BENEFIT RIDER**

The Accelerated Benefit is subject to the following conditions:

1. The policy must be in force other than as reduced paid-up insurance, and have Eligible Proceeds of no less than \$1,000.
2. The benefit must be requested while the Insured is still alive. We must receive proof of a Qualifying Event acceptable to us.
3. We must receive written consent from all irrevocable beneficiaries, if any, and all assignees, if any. We reserve the right to require consent from a spouse, the Insured, other beneficiaries, and any other person if, in our judgment, such person's consent is necessary to protect our interests.
4. This rider provides for the advance payment of a portion of the policy's death benefit. This is not meant to cause involuntary access to policy proceeds ultimately payable to the beneficiary. This benefit is not available:
  - (a) if either the Owner or the Insured is required by law to use this benefit to meet the claims of creditors, whether in bankruptcy or otherwise, or
  - (b) if either the Owner or the Insured is required by a governmental agency to use this benefit in order to apply for, obtain, or otherwise keep a government benefit or entitlement.

## EFFECT ON POLICY BENEFITS

When payment is made under this rider, whether by lump sum or periodic payments, the policy and all riders will remain in force subject to the following adjustments:

1. The policy's death benefit will be reduced by the entire amount of the Accelerated Benefit. The policy's cash value will be reduced by the same percentage as the policy death benefit.
2. Any policy loan will be reduced as described in *Adjustments and Deductions*.
3. The policy's premiums will be reduced after we pay an Accelerated Benefit. The new premium will be an amount the company would charge for the same policy issued at the reduced death benefit.
4. We will give the Owner and any irrevocable beneficiary a statement showing the effects of payment of the Accelerated Benefit on the policy's death benefit, cash values, loan amounts, and policy premiums.
5. Any life insurance under an Accidental Death Benefit rider attached to this policy will stay in force, at the issued amount, as long as this policy is in force.
6. At the death of the Insured, any remaining death benefit and proceeds due, will be paid under the provisions of the base policy.
7. If a part of the death benefit remains after payment of the Accelerated Benefit, the dividends or non-guaranteed elements credited will not discriminate between policies whose death benefits have been reduced by acceleration and those that have not.

The payment of this benefit will not cause any change in the Insured's premium class.

## CLAIMS

### NOTICE AND PROOF OF CLAIM

The Owner may request payment of this benefit at any time after the Insured is diagnosed with a Qualifying Event. We will send a Claimant's Statement within 15 days of the request. The Claimant's Statement must be completed and returned to us with a physician's statement verifying the Qualifying Event. If the Claimant's statement is not sent by us within 15 days of the request, the Claimant may comply with the requirements by submitting written proof of the qualifying event as well as the physician's statement.

We may ask for additional medical information from the physician submitting the statement, or from any physician or institution as deemed necessary. In addition, we reserve the right to

have a physician of our choosing examine the Insured. This will be done at our expense.

If our physician disagrees with the Insured's physician, at the Company's expense, eligibility for The Accelerated Benefit will be determined by a third physician who is mutually acceptable to the Insured and the Company. We will not unreasonably withhold our acceptance of a claim under this rider.

The Claimant's Statement must be completed and sent to us within 91 days after it is sent to the Owner. We will not reduce or deny a claim if it is not possible to give proof of a Qualifying Event in the time required. However, such proof must be given to us as soon as reasonably possible

**CLAIMS**  
**(Continuation)**

**PAYMENT OF CLAIM**


The Accelerated Benefit will be paid without delay to the Owner in a lump sum upon receipt of due written proof of eligibility. It may also be paid in installments of not less than \$250. The amount of each installment payment will be based on the following:

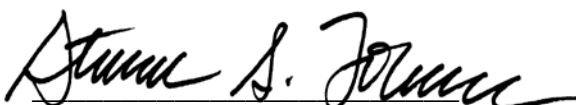
1. The lump sum amount;
2. the frequency of payment;
3. the number of installment payments to be made; and
4. a minimum interest rate of 3%

If the Insured and the Owner are not the same, and the Owner dies, we will pay the Accelerated Benefit to the Contingent Owner. If there is no Contingent Owner, we will pay it to the estate of the Owner. If the Insured dies before a lump sum payment or the first installment payment is made, the death benefit of the policy will be paid as if the request for Accelerated Benefits had not been made.

If the Insured dies after installment payments begin, but before the final payment is made, the present value of all remaining payments due will be paid to the Beneficiary as a death benefit. The present value will be computed on the same basis used by the company to determine the original benefit.

**THE AMERICAN HOME LIFE INSURANCE COMPANY**

  
Secretary

  
President

## BENEFIT IN EVENT OF ACCIDENTAL DEATH PRIOR TO AGE 80

### BENEFIT

THE AMERICAN HOME LIFE INSURANCE COMPANY will pay to the beneficiary the amount of the Accidental Death Benefit shown on Page 3 of this policy upon receipt at the Home Office of proof that the Insured's death:

- (1) resulted directly and independently of all other causes from accidental bodily injury; and
- (2) occurred within 180 days after such injury; and
- (3) the accident occurred while this policy and benefit were in force.

If payable, this benefit will be added to the policy death benefit.

### RISKS NOT ASSUMED

This benefit is not payable if the Insured's death results, directly or indirectly, from any of the following causes or is contributed to, wholly or in part, by any of the following causes:

- (1) Infirmary or disease of mind or body or treatment for it; or
- (2) Suicide or intentionally self-inflicted injury; or
- (3) committing or attempting to commit an assault or felony or participating in any illegal activity; or
- (4) war or any act of war, declared or undeclared; or
- (5) intoxication as defined by the jurisdiction where the accident occurred; or

- (6) medical or surgical treatment of any kind unless related to the accidental bodily injury; or
- (7) any infection other than one caused by the accidental bodily injury; or
- (8) the voluntary taking of any drug, except as prescribed by a licensed physician; or
- (9) the voluntary taking or inhaling of any poison, drug or gas; or
- (10) flight or descent from any kind of aircraft if the Insured:
  - (a) is a pilot, officer or member of the crew; or
  - (b) is being flown for the purpose of descent from such aircraft while in flight; or
  - (c) is giving or receiving any kind of training or instructions; or
  - (d) has any duties aboard such aircraft; or
  - (e) is a member of the armed forces, and such aircraft is operated by, the armed forces.

### PROOF OF CLAIM

Proof of the Insured's death must be received at the Company's Home Office within 90 days after the Insured's date of death. If proof of death cannot, for good cause, be given within 90 days, such proof must be given as soon as possible. The Company shall have the right and opportunity at its expense to make an autopsy unless prohibited by law.

## TERMINATION

This benefit will end on the earliest of:

- (1) the last day of the grace period for any premium in default; or
  - (2) on the policy anniversary nearest the Insured's age 80; or
  - (3) when the policy to which this benefit is attached becomes paid-up; or
  - (4) the date the Company receives a written request to terminate this benefit or the policy to which it is attached.
- (3) The premium for this benefit is shown on Page 3. It is included in the premium for this policy.
  - (4) If the Company accepts premiums for this benefit after termination, any liability hereunder shall be limited to a refund of such premiums.

Termination of this benefit shall not affect the payments of benefits for any accident that occurred while this benefit was in force.

## GENERAL PROVISIONS

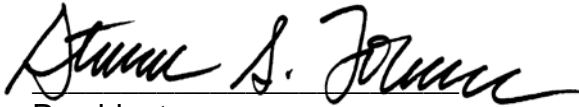
- (1) This benefit is attached to and made a part of this policy. It does not have any cash or loan values.
  - (2) The effective date of this benefit is the Policy Date unless otherwise shown on Page 3.
- (1) Death happens within 2 years after the Policy Date; and
  - (2) An answer in the policy application was not true or complete; and
  - (3) If the Company had known the truth, it would not have issued the policy or this benefit or would not have issued the policy or this benefit in as large an amount, or at the same premium.

## INCONTESTABILITY

Except for nonpayment of premiums on the policy or this benefit, the Company cannot deny a claim under this benefit unless:

## THE AMERICAN HOME LIFE INSURANCE COMPANY

  
Secretary

  
President